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CITY OF CARENCRO, LOUISIANA

Financial Report

Year Ended November 30, 2001

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Release Date 4/17/02

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KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE:
WWW.KSRCPAS.COM

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

MEMBER OF:

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

* A Professional Accounting Corporation

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited the accompanying primary government financial statements of the City of Carencro, Louisiana, as of and for the year ended November 30, 2001, as listed in the table of contents. These financial statements are the responsibility of the City's elected officials. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the City of Carencro, Louisiana, as of November 30, 2001, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

However, the primary government financial statements, because they do not include the financial data of the component unit of the City of Carencro, Louisiana, do not purport to, and do not, present fairly the financial position of the City of Carencro, Louisiana, as of November 30, 2001, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America.

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddill
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946

The accompanying financial information listed as "Supplemental Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the City of Carencro, Louisiana. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the primary government financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated January 28, 2002 on our consideration of the City of Carencro's internal control over Financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The financial information for the preceding year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion on the primary government financial statements of the City of Carencro, Louisiana.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
January 28, 2002

**PRIMARY GOVERNMENT FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)**

CITY OF CARENCRO, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups November 30, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Cash	\$ 46,546	\$ 22,154	\$ 1	\$ -
Interest-bearing deposits	46,488	421,395	392,379	98,350
Investments, at cost	-	855,013	-	14,648
Receivables:				
Taxes	-	122,100	-	-
Accounts	-	-	-	-
Unbilled utility receivables	-	-	-	-
Due from other funds	320,455	712,401	211,939	80,000
Due from other governmental units	4,957	-	-	-
Due from component unit	-	36,764	-	-
Accrued interest	-	10,958	-	2,626
Other	4,513	-	-	-
Prepaid items	-	-	-	-
Restricted assets:				
Investments, at cost	-	-	-	-
Land	-	-	-	-
Buildings	-	-	-	-
Equipment	-	-	-	-
Utility property, plant and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt and compensated absences payable	-	-	-	-
 Total assets and other debits	 <u>\$422,959</u>	 <u>\$2,180,785</u>	 <u>\$604,319</u>	 <u>\$195,624</u>

<u>Proprietary</u> <u>Fund Type</u> <u>Enterprise</u>	<u>Fiduciary</u> <u>Fund Type</u> <u>Agency</u>	<u>Account Groups</u>		<u>Totals</u> <u>(Memorandum Only)</u>	
		<u>General</u>	<u>General</u>	<u>2001</u>	<u>2000</u>
		<u>Fixed</u> <u>Assets</u>	<u>Long-Term</u> <u>Debt</u>		
\$ 191,051	\$ -	\$ -	\$ -	\$ 259,752	\$ 293,521
582,821	-	-	-	1,541,433	1,066,017
1,621,317	-	-	-	2,490,978	2,385,545
-	-	-	-	122,100	94,360
188,970	-	-	-	188,970	162,932
115,047	-	-	-	115,047	93,122
200,779	76,345	-	-	1,601,919	1,570,993
-	-	-	-	4,957	4,209
-	-	-	-	36,764	36,764
17,637	-	-	-	31,221	27,878
-	-	-	-	4,513	41,236
17,050	-	-	-	17,050	-
162,863	-	-	-	162,863	155,648
-	-	378,595	-	378,595	378,595
-	-	1,895,051	-	1,895,051	1,895,051
-	-	1,546,603	-	1,546,603	1,273,171
12,356,949	-	-	-	12,356,949	12,239,867
(5,588,986)	-	-	-	(5,588,986)	(5,187,508)
-	-	-	427,237	427,237	417,501
-	-	-	2,875,288	2,875,288	2,817,230
<u>\$9,865,498</u>	<u>\$76,345</u>	<u>\$3,820,249</u>	<u>\$3,302,525</u>	<u>\$20,468,304</u>	<u>\$19,766,132</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups (Continued)
November 30, 2001

	Governmental Fund Types			
	General Fund	Special Revenue	Debt Service	Capital Projects
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Bank overdraft	\$ -	\$ -	\$ -	\$ -
Accounts payable	66,511	1,459	-	-
Retainage payable	-	-	-	-
Accrued liabilities	18,626	-	-	-
Due to other funds	235,191	716,284	177,082	-
Due to component unit	-	3,190	-	-
Payable from restricted assets -				
Customers' deposits	-	-	-	-
General obligation bonds payable	-	-	-	-
Capital lease payable	-	-	-	-
Compensated absences payable	-	-	-	-
Claims payable	-	-	-	-
Total liabilities	<u>320,328</u>	<u>720,933</u>	<u>177,082</u>	<u>-</u>
Equity and other credits:				
Contributed capital (net of accumulated amortization)	-	-	-	-
Investment in general fixed assets	-	-	-	-
Retained earnings -				
Unreserved:				
Undesignated	-	-	-	-
Total retained earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances -				
Reserved for debt service	-	-	427,237	-
Unreserved:				
Designated for capital expenditures	-	-	-	195,624
Undesignated	102,631	1,459,852	-	-
Total fund balances	<u>102,631</u>	<u>1,459,852</u>	<u>427,237</u>	<u>195,624</u>
Total equity and other credits	<u>102,631</u>	<u>1,459,852</u>	<u>427,237</u>	<u>195,624</u>
Total liabilities, equity and other credits	<u>\$422,959</u>	<u>\$2,180,785</u>	<u>\$604,319</u>	<u>\$195,624</u>

The accompanying notes are an integral part of this statement.

Proprietary Fund Type Enterprise	Fiduciary Fund Type Agency	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	2001	2000
\$ -	\$ 26,073	\$ -	\$ -	\$ 26,073	\$ -
64,703	-	-	-	132,673	115,837
4,159	-	-	-	4,159	-
42,513	7,775	-	-	68,914	70,178
430,865	42,497	-	-	1,601,919	1,570,993
-	-	-	-	3,190	3,190
162,863	-	-	-	162,863	155,648
-	-	-	3,075,000	3,075,000	3,185,000
-	-	-	-	-	25,239
21,549	-	-	27,525	49,074	89,342
-	-	-	200,000	200,000	-
<u>726,652</u>	<u>76,345</u>	<u>-</u>	<u>3,302,525</u>	<u>5,323,865</u>	<u>5,215,427</u>
<u>7,477,413</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,477,413</u>	<u>7,505,559</u>
<u>-</u>	<u>-</u>	<u>3,820,249</u>	<u>-</u>	<u>3,820,249</u>	<u>3,546,817</u>
<u>1,661,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,661,433</u>	<u>1,488,299</u>
<u>1,661,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,661,433</u>	<u>1,488,299</u>
-	-	-	-	427,237	417,501
-	-	-	-	195,624	170,787
-	-	-	-	1,562,483	1,421,742
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,185,344</u>	<u>2,010,030</u>
<u>9,138,846</u>	<u>-</u>	<u>3,820,249</u>	<u>-</u>	<u>15,144,439</u>	<u>14,550,705</u>
<u>\$ 9,865,498</u>	<u>\$ 76,345</u>	<u>\$ 3,820,249</u>	<u>\$ 3,302,525</u>	<u>\$ 20,468,304</u>	<u>\$ 19,766,132</u>

CITY OF CARENCRO, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Year Ended November 30, 2001

	General Fund	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					2001	2000
Revenues:						
Taxes	\$ 275,090	\$1,317,628	\$ -	\$ -	\$1,592,718	\$1,576,037
Licenses and permits	147,791	-	-	-	147,791	136,792
Intergovernmental	129,202	-	-	-	129,202	141,733
Fines and forfeits	30,800	-	-	-	30,800	48,917
Miscellaneous	12,102	114,439	7,545	4,837	138,923	72,806
Total revenues	<u>594,985</u>	<u>1,432,067</u>	<u>7,545</u>	<u>104,837</u>	<u>2,139,434</u>	<u>1,976,285</u>
Expenditures:						
Current -						
General government:						
Administrative	323,899	19,608	-	-	343,507	270,174
Code department	28,344	-	-	-	28,344	29,963
Public safety:						
Police	572,339	-	-	-	572,339	527,418
Fire	79,533	-	-	-	79,533	59,999
Highways and streets	254,514	-	-	-	254,514	237,621
Culture and tourism	25,045	-	-	-	25,045	8,542
Capital outlay	41,331	-	-	247,416	288,747	516,622
Debt service -						
Principal retirement	25,239	-	110,000	-	135,239	388,669
Interest and fiscal charges	1,674	-	152,920	-	154,594	182,855
Total expenditures	<u>1,351,918</u>	<u>19,608</u>	<u>262,920</u>	<u>247,416</u>	<u>1,881,862</u>	<u>2,221,863</u>
Excess (deficiency) of revenues over expenditures	<u>(756,933)</u>	<u>1,412,459</u>	<u>(255,375)</u>	<u>(142,579)</u>	<u>257,572</u>	<u>(245,578)</u>
Other financing sources (uses):						
Operating transfers in	752,500	5,775	383,600	167,416	1,309,291	1,260,427
Operating transfers out	(20,000)	(1,038,691)	(190,600)	-	(1,249,291)	(1,172,943)
Operating transfers from component unit	-	-	72,111	-	72,111	95,755
Operating transfers to component unit	-	(214,369)	-	-	(214,369)	(224,911)
Total other financing sources (uses)	<u>732,500</u>	<u>(1,247,285)</u>	<u>265,111</u>	<u>167,416</u>	<u>(82,258)</u>	<u>(41,672)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(24,433)</u>	<u>165,174</u>	<u>9,736</u>	<u>24,837</u>	<u>175,314</u>	<u>(287,250)</u>
Fund balances, beginning	<u>127,064</u>	<u>1,294,678</u>	<u>417,501</u>	<u>170,787</u>	<u>2,010,030</u>	<u>2,297,280</u>
Fund balances, ending	<u>\$ 102,631</u>	<u>\$1,459,852</u>	<u>\$ 427,237</u>	<u>\$ 195,624</u>	<u>\$2,185,344</u>	<u>\$2,010,030</u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types
Year Ended November 30, 2001**

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Taxes	\$ 267,500	\$ 275,090	\$ 7,590	\$1,200,000	\$1,317,628	\$117,628
Licenses and permits	147,500	147,791	291	-	-	-
Intergovernmental	125,585	129,202	3,617	-	-	-
Fines and forfeits	45,000	30,800	(14,200)	-	-	-
Miscellaneous	8,300	12,102	3,802	85,000	114,439	29,439
Total revenues	<u>593,885</u>	<u>594,985</u>	<u>1,100</u>	<u>1,285,000</u>	<u>1,432,067</u>	<u>147,067</u>
Expenditures:						
Current -						
General government:						
Administrative	290,592	323,899	(33,307)	21,550	19,608	1,942
Code department	29,110	28,344	766	-	-	-
Public safety:						
Police	576,700	572,339	4,361	-	-	-
Fire	74,236	79,533	(5,297)	-	-	-
Highways and streets	263,210	254,514	8,696	-	-	-
Culture and tourism	24,100	25,045	(945)	-	-	-
Capital outlay	44,104	41,331	2,773	-	-	-
Debt service -						
Principal retirement	25,239	25,239	-	-	-	-
Interest and fiscal charges	2,137	1,674	463	-	-	-
Total expenditures	<u>1,329,428</u>	<u>1,351,918</u>	<u>(22,490)</u>	<u>21,550</u>	<u>19,608</u>	<u>1,942</u>
Excess (deficiency) of revenues over expenditures	<u>(735,543)</u>	<u>(756,933)</u>	<u>(21,390)</u>	<u>1,263,450</u>	<u>1,412,459</u>	<u>149,009</u>
Other financing sources (uses):						
Operating transfers in	752,500	752,500	-	-	5,775	5,775
Operating transfers out	(20,000)	(20,000)	-	(1,033,971)	(1,038,691)	(4,720)
Operating transfers from component unit	-	-	-	-	-	-
Operating transfers to component unit	-	-	-	(200,000)	(214,369)	(14,369)
Total other financing sources (uses)	<u>732,500</u>	<u>732,500</u>	<u>-</u>	<u>(1,233,971)</u>	<u>(1,247,285)</u>	<u>(13,314)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(3,043)</u>	<u>(24,433)</u>	<u>(21,390)</u>	<u>29,479</u>	<u>165,174</u>	<u>135,695</u>
Fund balances, beginning	<u>127,064</u>	<u>127,064</u>	<u>-</u>	<u>1,294,678</u>	<u>1,294,678</u>	<u>-</u>
Fund balances, ending	<u>\$ 124,021</u>	<u>\$ 102,631</u>	<u>\$ (21,390)</u>	<u>\$1,324,157</u>	<u>\$1,459,852</u>	<u>\$135,695</u>

The accompanying notes are an integral part of this statement.

Debt Service Funds			Capital Projects Funds		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	100,000	100,000	-
-	-	-	-	-	-
8,000	7,545	(455)	6,000	4,837	(1,163)
<u>8,000</u>	<u>7,545</u>	<u>(455)</u>	<u>106,000</u>	<u>104,837</u>	<u>(1,163)</u>
500	-	500	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	248,471	247,416	1,055
110,000	110,000	-	-	-	-
152,920	152,920	-	-	-	-
<u>263,420</u>	<u>262,920</u>	<u>500</u>	<u>248,471</u>	<u>247,416</u>	<u>1,055</u>
<u>(255,420)</u>	<u>(255,375)</u>	<u>45</u>	<u>(142,471)</u>	<u>(142,579)</u>	<u>(108)</u>
383,600	383,600	-	147,416	167,416	20,000
(190,600)	(190,600)	-	-	-	-
73,572	72,111	(1,461)	-	-	-
-	-	-	-	-	-
<u>266,572</u>	<u>265,111</u>	<u>(1,461)</u>	<u>147,416</u>	<u>167,416</u>	<u>20,000</u>
11,152	9,736	(1,416)	26,000	24,837	(1,163)
<u>417,501</u>	<u>417,501</u>	<u>-</u>	<u>170,787</u>	<u>170,787</u>	<u>-</u>
<u>\$428,653</u>	<u>\$427,237</u>	<u>\$(1,416)</u>	<u>\$196,787</u>	<u>\$195,624</u>	<u>\$(1,163)</u>

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings -
Proprietary Fund Type

For the Years Ended November 30, 2001 and 2000

	Enterprise	
	<u>2001</u>	<u>2000</u>
Operating revenues:		
Charges for services -		
Gas sales	\$ 859,400	\$ 547,111
Water charges	468,827	414,122
Sewerage charges	405,908	362,463
Garbage collection	313,210	291,082
Connection fees	7,200	11,101
Delinquent and service charges	22,640	20,794
Miscellaneous - other	1,311	1,817
Total operating revenues	<u>2,078,496</u>	<u>1,648,490</u>
Operating expenses:		
Gas system	586,971	380,392
Water system	341,058	292,809
Sewerage system	237,164	172,068
Sanitation department	251,647	244,701
General and administrative	248,613	203,625
Depreciation	401,477	396,575
Total operating expenses	<u>2,066,930</u>	<u>1,690,170</u>
Operating income (loss)	11,566	(41,680)
Nonoperating revenues:		
Interest income	193,423	33,005
Income (loss) before operating transfers	<u>204,989</u>	<u>(8,675)</u>
Operating transfers in (out):		
Operating transfers in	100,000	240,911
Operating transfers out	(160,000)	(328,395)
Total operating transfers in (out)	<u>(60,000)</u>	<u>(87,484)</u>
Net income (loss)	144,989	(96,159)
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	<u>28,145</u>	<u>28,145</u>
Increase (decrease) in retained earnings	173,134	(68,014)
Retained earnings, beginning	<u>1,488,299</u>	<u>1,556,313</u>
Retained earnings, ending	<u><u>\$ 1,661,433</u></u>	<u><u>\$ 1,488,299</u></u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Cash Flows
Proprietary Fund Type
Years Ended November 30, 2001 and 2000

	Enterprise Fund	
	2001	2000
Cash flows from operating activities:		
Operating income (loss)	\$ 11,566	\$(41,680)
Adjustments to reconcile net operating loss to net cash provided by operating activities -		
Depreciation	401,477	396,575
Changes in current assets and liabilities:		
Increase in accounts receivable	(26,038)	(31,458)
Increase in unbilled receivables	(21,925)	(9,359)
Increase in other receivables	1,518	(1,518)
(Increase) decrease in prepaid items	(17,050)	13,625
Decrease in accounts payable	6,953	(4,458)
Increase in other accrued liabilities	368	14,947
Increase in retainage payable	4,159	-
Increase in compensated absences payable	(43,301)	1,911
Total adjustments	306,161	380,265
Net cash provided by operating activities	317,727	338,585
Cash flows from noncapital financing activities:		
Operating transfers in	100,000	240,911
Operating transfers out	(160,000)	(328,395)
Cash received from other funds	179,012	-
Cash paid to other funds	-	(196,809)
Net cash provided (used) by noncapital financing activities	119,012	(284,293)
Cash flows from capital and related financing activities:		
Acquisition of property, plant and equipment	(117,081)	(124,206)
Proceeds from meter deposits	36,173	29,548
Refund of meter deposits	(28,958)	(27,934)
Net cash used by capital and related financing activities	(109,866)	(122,592)

(continued)

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Cash Flows (Continued)
Proprietary Fund Type
Years Ended November 30, 2001 and 2000

	Enterprise Fund	
	2001	2000
Cash flows from investing activities:		
Purchase of investments and interest-bearing deposits	\$(1,403,000)	\$(1,248,620)
Proceeds from the maturities of investments and interest-bearing deposits	1,201,851	1,090,885
Interest received on investments and interest-bearing deposits	188,558	39,093
Net cash used by investing activities	<u>(12,591)</u>	<u>(118,642)</u>
Net increase (decrease) in cash and cash equivalents	314,282	(186,942)
Cash and cash equivalents, beginning of period	<u>359,590</u>	<u>546,532</u>
Cash and cash equivalents, end of period	<u>\$ 673,872</u>	<u>\$ 359,590</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:		
Cash and cash equivalents, beginning of period -		
Cash - unrestricted	\$ 224,047	\$ 299,105
Interest-bearing deposits - unrestricted	235,543	412,066
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(164,639)</u>
Total cash and cash equivalents	<u>359,590</u>	<u>546,532</u>
Cash and cash equivalents, end of period -		
Cash - unrestricted	191,051	224,047
Interest-bearing deposits - unrestricted	582,821	235,543
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(100,000)</u>
Total cash and cash equivalents	<u>673,872</u>	<u>359,590</u>
Net increase (decrease)	<u>\$ 314,282</u>	<u>\$ (186,942)</u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The City of Carencro was incorporated in 1905 under the provisions of the Lawrason Act. The City operates under a Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the City of Carencro conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

As the municipal governing authority, for reporting purposes, the City of Carencro is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the City of Carencro for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria include:

1. Appointing a voting majority of an organization's governing body,
and
 - (a) The ability of the municipality to impose its will on that organization and/or
 - (b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The following component unit is not presented in the accompanying financial statements:

Parks and Recreation Commission of Carencro, Inc.

The Parks and Recreation Commission of Carencro, Inc., (Commission) is a non-profit corporation established in 1993 for the purpose of maintaining and operating recreational facilities for the general purpose of the City. The component unit has a November 30 year end.

The members of the governing board of the Commission consist of seven (7) trustees. Of the seven (7) trustees, four (4) must be appointed by the City Council, one (1) must be appointed by the Mayor of the City and two (2) may be appointed by the Commission with the authority reverting to the City Council in the event the Commission appoints no one. The Commission's operational and capital budgets are subject to the approval of the City. Bonded debt issued by the Parks and Recreation Commission must be approved by the City Council.

Complete financial statements for the component unit may be obtained at the entity's administrative office (Parks and Recreation Commission of Carencro, Inc., P.O. Drawer 10, Carencro, LA 70520).

These primary government financial statements of the City of Carencro do not include the financial data of the component unit described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

B. Fund Accounting

The accounts of the City of Carencro are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped, in the financial statements in this report, into *six generic fund types and three broad fund categories as follows:*

Governmental Funds -

General fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Special revenue funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Debt service funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital projects funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Proprietary Fund -

Enterprise fund

The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City applies all applicable FASB pronouncements issued after November 30, 1989 in accounting and reporting for its enterprise fund. The City of Carencro's enterprise fund is the Utility Fund.

Fiduciary Funds -

Agency funds

Agency funds are used to account for assets held by the City as an agent for other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental funds are accounted for on a spending or "financial flow" measurement focus, and only current assets and current liabilities are generally included on their balance sheets.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds, and are recorded as expenditures in the governmental fund types when purchased. The City has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems. There were no expenditures for infrastructure during the current fiscal year. No depreciation has been provided on general fixed assets.

All purchased fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date donated. Estimated amounts are immaterial in relation to total fixed assets.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against its operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Water lines	20 years
Sewer lines	20-50 years
Gas lines	20 years
Equipment	5-7 years

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All of the City's governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets.

Sales taxes are considered as "measurable" when in the hands of the Sales Tax Collector and are recognized as revenue at that time. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on interest-bearing deposits and investments. Franchise fees, licenses and permits, and fines are recognized when received because they are not objectively measurable.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that principal and interest on general long-term debt are recognized when due. Purchases of various operating supplies are regarded as expenditures at the time purchased.

The proprietary fund is accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred. Unbilled utility service receivables, resulting from utility services rendered between the date of meter reading and billing and the end of the month, are estimated and recorded at year-end.

Agency Fund assets and liabilities are accounted for on the modified accrual basis.

E. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The City Clerk prepares a proposed budget and submits it to the Mayor and Board of Aldermen for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfers of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

CITY OF CARENCRO, LOUISIANA
Notes to Financial Statements (Continued)

F. Investments

Investments are stated at cost or amortized cost, which approximates market.

G. Statement of Cash Flows

For purposes of the statement of cash flows, the Enterprise Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

H. Bad Debts

Uncollectible amounts due for customers' utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), no allowance for uncollectible accounts receivable was made due to immateriality at November 30, 2001.

I. Compensated Absences

Sick leave is earned at the rate of one day for each month worked, with a limit of ten days per year. Vacation leave is accumulated as follows:

1 - 5 years	5 days
6 - 10 years	10 days
over 10 years	15 days

Thirty days of sick leave and one week of vacation may be carried over to a subsequent year. Upon termination of employment, employees are to be paid for accumulated or unused sick and vacation leave.

At November 30, 2001, employees of the City have accumulated and vested \$49,075 of compensated absence benefits, which is recorded in the Utility Fund and the General Long-Term Debt Group. The estimated liabilities include required salary-related payments.

J. Capitalization of Interest Expense

It is the policy of the City of Carencro to capitalize material amounts of interest resulting from borrowings accounted for in the proprietary fund in the course of the construction of fixed assets. At November 30, 2001, no capitalized interest expense was recorded in the financial statements.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

K. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City as an extension of formal budgetary integration in the funds.

L. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

M. Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

N. Total Columns on Combined Statements - Overview

Total columns on the Combined Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(2) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At November 30, 2001, the City has cash and interest-bearing deposits (book balances) totaling \$1,801,185 as follows:

Demand deposits	\$ 1,402,835
Time deposits	<u>398,350</u>
Total	<u>\$ 1,801,185</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at November 30, 2001, are secured as follows:

Bank balances	<u>\$ 1,819,105</u>
Federal deposit insurance	623,286
Pledged securities (Category 3)	<u>1,195,819</u>
Total federal insurance and pledged securities	<u><u>\$ 1,819,105</u></u>

Pledged securities in Category 3 is comprised of uninsured and unregistered investments with securities held by the pledging institution, or by its trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized (Category 3), Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand.

(3) Investments

The City can invest in direct debt securities of the United States unless such an investment is expressly prohibited by law. The City's investments are categorized to give an indication of the level of risk assumed by it at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments with securities held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments with securities held by the counterparty, or by its trust department or agent, but not in the City's name. All of the City's investments, with the exception of LAMP, which is not categorized, are classified as Category 1.

In accordance with GASB Codification Section 150.165, the investment in LAMP is not categorized because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and statewide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2-a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair market value of investments is determined on a weekly basis to monitor any variances between amortized cost and market value. For purposes of determining participants' shares, investments are valued at amortized cost. GASB Statement No. 31 requires that investments that fall within the definitions of said statement be recorded at fair value. However, Statement No. 31 also states that investments in an external investment pool can be reported at amortized cost if the external investment pool operates in a manner consistent with the Security Exchange Commission's (SEC's) Rule 2-a7. LAMP is an external investment pool that operates in a manner consistent with SEC Rule 2-a7. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

The carrying amounts and approximate market values of investments at November 30, 2001 are summarized as follows:

	Description	Interest Rate	Reported Amount	Unrealize Gains	Approximate Fair Value
Special Revenue Fund:					
1967 Sales Tax Fund	U.S. Treasury Notes	4.75% - 6.63%	\$ 855,013	\$ 1,759	\$ 856,772
Enterprise Fund:					
Utility Fund	U.S. Treasury Notes	2.75% - 6.63%	1,674,992	5,981	1,680,973
	LAMP	Variable	109,188	-	109,188
Capital Projects Fund:					
Utility Projects Construction Fund	LAMP	Variable	14,648	-	14,648
			<u>\$2,653,841</u>	<u>\$ 7,740</u>	<u>\$2,661,581</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(4) Interfund Receivables/Payables

Interfund receivables/payables at November 30, 2001 consisted of the following:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 320,455	\$ 235,191
Special Revenue Funds:		
1967 Sales Tax Fund	288,697	445,500
1993 Sales Tax Fund	423,704	270,784
Debt Service Fund:		
Certificates of Indebtedness - Series 1990	-	-
Sales Tax Bonds - Series 1995	14,213	177,082
Sales Tax Bonds - Series 1998	197,726	-
Capital Projects Funds:		
Sidewalk Construction Fund	80,000	-
Enterprise Fund:		
Utility Fund	200,779	430,865
Fiduciary Funds:		
Payroll Fund	47,692	15,431
Disbursement Fund	28,653	27,066
	<u>\$1,601,919</u>	<u>\$1,601,919</u>

(5) Due from other Governmental Units

Amounts due from other governmental units at November 30, 2001, consisted of the following:

Amount due from the State of Louisiana for beer tax receipts for the quarter ended September 30, 2001.

\$ 4,957

(6) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at November 30, 2001:

Customers' deposits	<u>\$ 162,863</u>
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CITY OF CARENCRO, LOUISIANA
Notes to Financial Statements (Continued)

(7) Changes in Fixed Assets

A summary of changes in general fixed assets follows:

	Balance 11/30/00	Additions	Deletions	Balance 11/30/01
Land	\$ 378,595	\$ -	\$ -	\$ 378,595
Buildings	1,895,051	-	-	1,895,051
Equipment	1,273,171	273,432	-	1,546,603
Total general fixed assets	<u>\$3,546,817</u>	<u>\$273,432</u>	<u>\$ -</u>	<u>\$3,820,249</u>

A summary of proprietary fund type property, plant and equipment at November 30, 2001 follows:

Land	\$ 115,848
Equipment	459,086
Gas distribution system	1,040,531
Water distribution system	3,816,641
Sewer system	6,924,843
Total	<u>12,356,949</u>
Less: Accumulated depreciation	<u>5,588,986</u>
Net property, plant and equipment	<u>\$ 6,767,963</u>

(8) Changes in Long-Term Liabilities

During the year ended November 30, 2001, the following changes occurred in long-term liabilities reported in the Utility Fund and the General Long-Term Debt Account Group:

	Balance 11/30/00	Additions	Reductions	Balance 11/30/01
General obligation bonds	\$ 3,185,000	\$ -	\$ 110,000	\$ 3,075,000
Capital lease	25,239	-	25,239	-
Compensated absences	89,342	14,686	54,954	49,074
Claims payable	-	200,000	-	200,000
	<u>\$ 3,299,581</u>	<u>\$214,686</u>	<u>\$ 190,193</u>	<u>\$ 3,324,074</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

- A. Bonds payable at November 30, 2001, are comprised of the following individual issues:

\$875,000 Public Improvement Sales Tax Bonds Series 1995, due in annual installments of \$25,000 to \$80,000 through April 1, 2015; interest at 5.3 percent to 12.0 percent; payable from 1993 sales tax revenues	\$ 730,000
\$2,500,000 Public Improvement Sales Tax Bonds, Series 1998, due in annual installments of \$75,000 to \$265,000 through April 1, 2018; interest at 4.25 percent to 7.0 percent; payable from 1993 sales tax revenues	2,345,000
	<u>\$ 3,075,000</u>

The annual requirements to amortize the general obligation bonds and certificates outstanding as of November 30, 2001, including interest payments of \$1,356,060, are as follows:

<u>November 30</u>	<u>Obligation</u>
2002	\$ 260,097
2003	257,407
2004	259,209
2005	255,505
2006	252,280
2007-2011	1,288,280
2012-2016	1,321,076
2017-2018	537,206
	<u>\$ 4,431,060</u>

B. Lease Obligations

The City acquired a fire truck under the provisions of a long-term lease dated May 1, 1997, requiring 5 annual payments of \$26,912 each at an implicit interest rate of 6.63 percent. The final lease payment was paid during the fiscal year ended November 30, 2001.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(9) Dedication of Proceeds and Flow of Funds - Sales and Use Taxes

Proceeds of the 1967 1% sales and use tax levied by the City of Carencro (2001 collections \$658,801; 2000 \$671,905) are dedicated to the following purposes:

Paying principal and interest on any bonded debt or funded indebtedness of the City; constructing, acquiring, extending, improving and/or maintaining sewers, waterworks and natural gas utilities, streets, sidewalks and bridges, street lighting facilities, drainage facilities, fire and police department stations and equipment, garbage disposal and sanitation equipment and facilities, public buildings, public parks and recreational facilities, public works equipment and furnishings or for any one or more of said purposes.

During 1993, the City of Carencro levied an additional 1% sales and use tax (2001 collections \$658,827, 2000 \$671,934). Proceeds are dedicated to the following purposes:

Paying principal and interest on any bonded debt or fund indebtedness of the City of Carencro issued for capital purposes; remaining proceeds are divided as follows: one third (1/3) for fire and police protection; one third (1/3) for operating and (1/3) for capital improvements for the City.

(10) Retirement Commitments

All employees are members of one of the following retirement systems:

Federal Social Security System
Municipal and State Police Retirement Systems of Louisiana

Pertinent information relative to each plan follows:

A. Federal Social Security System

All employees of the City of Carencro, are members of the Federal Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the City; 7.65% by the employee). The City's contributions during the years ended November 30, 2001 and 2000 amounted to \$55,395 and \$56,155, respectively.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

B. Municipal and State Police Retirement System of Louisiana

Eligible employees of the City participate in the Municipal and State Police Retirement System which is a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). The plan is controlled and administered by a separate board of trustees and provides retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to the plan follows:

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the City is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. During the fiscal year ended November 30, 2000, the City employee who was participating in the plan retired. The City's contributions to the system for the years ended November 30, 2001, 2000 and 1999 were \$0, \$0, and \$233, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employee's Retirement System, P.O. Box 94095 - Capital Station, Baton Rouge, Louisiana 70804-9095.

(11) Pension Plan

As of December 1, 1992, the City of Carencro established a defined contribution pension plan. Substantially all employees become eligible to participate in the plan after completing one year of employment. Each year, the City will determine the amount, if any, to contribute to the plan. The contribution is discretionary and will only be made from the current or accumulated surplus of the City. The current year's covered payroll was \$568,847 and the City contributed \$25,000 or approximately 4.4 percent of the covered payroll. The total payroll for all employees was \$693,266 for the year ended November 30, 2001.

(12) Natural Gas Contract

Under contract dated May 1, 1989, the City of Carencro is required to purchase its natural gas from Louisiana Municipal Natural Gas Purchasing and Distribution Authority for an initial term of three (3) years and shall continue thereafter from year to year unless written notice to the contrary is given by either party to the other at least six (6) months prior to the expiration of the initial term or any renewal thereof. During the fiscal year ended November 30, 2001, the City's natural gas purchases amounted to \$440,080, of which \$20,530 was owed for purchases for the month of November 2001.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(13) Segment Information for the Enterprise Fund

The City of Carencro maintains one enterprise fund with four departments which provide gas, water, sewerage and sanitation services. Segment information for the year ended November 30, 2001 was as follows:

	Gas Dept	Water Dept	Sewerage Dept.	Sanitation Dept.	Total Enterprise Fund
Operating revenues	\$ 867,337	\$ 482,901	\$ 411,008	\$ 317,250	\$ 2,078,496
Operating expenses	<u>765,561</u>	<u>522,185</u>	<u>475,699</u>	<u>303,485</u>	<u>2,066,930</u>
Operating income (loss)	<u>\$ 101,776</u>	<u>\$ (39,284)</u>	<u>\$ (64,691)</u>	<u>\$ 13,765</u>	<u>\$ 11,566</u>

(14) Contributed Capital

Amounts contributed to the Enterprise Fund for acquisition or construction of fixed assets is recognized as contributed capital. Contributed capital generated through grants externally restricted for capital acquisitions is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such grants. This depreciation is closed to the appropriate contributed capital account and is reflected as an adjustment to net income on the Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings.

The sources of contributed capital used to acquire and construct facilities of the Enterprise Fund is as follows:

	<u>Municipality</u>	<u>State Grants</u>	<u>Federal Grants</u>	<u>Total</u>
Total contributed capital	\$ 7,269,690	\$ 43,161	\$ 538,151	\$ 7,851,002
Less: Accumulated amortization	<u>-</u>	<u>26,463</u>	<u>347,126</u>	<u>373,589</u>
Net contributed capital	<u>\$ 7,269,690</u>	<u>\$ 16,698</u>	<u>\$ 191,025</u>	<u>\$ 7,477,413</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(15) Pending Litigation

There are several lawsuits presently pending against the City. The City's legal counsel and elected officials are of the opinion that any unfavorable outcomes will be covered by insurance at November 30, 2001.

(16) Compensation of City Officials

A detail of compensation paid to the Mayor and Board of Aldermen for year ended November 30, 2001 follows:

Tommy Angelle, Mayor	\$12,000
Aldermen:	
Antoine Babineaux, Jr.	2,400
Glenn Brasseaux	2,400
Allen Conque	2,400
Steven Conques	2,400
Charollette Hales	3,000
	<hr/>
	\$24,600

(17) Risk Management

The City is exposed to risks of loss in the areas of general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

(18) Lease of Enterprise Center of Louisiana

On March 21, 1994, a lease agreement was signed by the City and Enterprise Center of Louisiana. The initial term of the lease is seven (7) years with a monthly rental of \$100. Upon expiration of the lease, the lessee will have the option to renew for ten (10) additional five (5) year terms with a monthly rental of \$100. The rental income is included in the General Fund as miscellaneous revenues.

SUPPLEMENTAL INFORMATION

SCHEDULES OF INDIVIDUAL FUNDS

AND

ACCOUNT GROUPS

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

CITY OF CARENCRO, LOUISIANA
General Fund

Comparative Balance Sheet
November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
Cash	\$ 46,546	\$ 16,918
Interest-bearing deposits	46,488	5,913
Receivables:		
Due from other funds	320,455	351,858
Due from other governmental units	4,957	4,209
Other	<u>4,513</u>	<u>39,718</u>
 Total assets	 <u>\$ 422,959</u>	 <u>\$ 418,616</u>
 LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 66,511	\$ 56,122
Accrued liabilities	18,626	22,411
Due to other funds	<u>235,191</u>	<u>213,019</u>
Total liabilities	320,328	291,552
 Fund balance:		
Unreserved, undesignated	 <u>102,631</u>	 <u>127,064</u>
 Total liabilities and fund balance	 <u>\$ 422,959</u>	 <u>\$ 418,616</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	2001			
	Budget	Actual	Variance - Favorable (Unfavorable)	2000 Actual
Revenues:				
Taxes	\$ 267,500	\$ 275,090	\$ 7,590	\$ 232,198
Licenses and permits	147,500	147,791	291	136,792
Intergovernmental	125,585	129,202	3,617	141,733
Fines and forfeits	45,000	30,800	(14,200)	48,917
Miscellaneous	8,300	12,102	3,802	6,226
Total revenues	<u>593,885</u>	<u>594,985</u>	<u>1,100</u>	<u>565,866</u>
Expenditures:				
Current -				
General government:				
Administrative	290,592	323,899	(33,307)	250,175
Code department	29,110	28,344	766	29,963
Public safety:				
Police	576,700	572,339	4,361	527,418
Fire	74,236	79,533	(5,297)	59,999
Highways and streets	263,210	254,514	8,696	237,621
Culture and tourism	24,100	25,045	(945)	8,542
Capital outlay				
General government	17,406	17,406	-	100,922
Public safety:				
Police	20,918	16,569	4,349	67,672
Fire	-	-	-	64,738
Highways and streets	5,780	7,356	(1,576)	56,689
Debt service -				
Principal paid	25,239	25,239	-	23,669
Interest	2,137	1,674	463	3,243
Total expenditures	<u>1,329,428</u>	<u>1,351,918</u>	<u>(22,490)</u>	<u>1,430,651</u>
Deficiency of revenues over expenditures	<u>(735,543)</u>	<u>(756,933)</u>	<u>(21,390)</u>	<u>(864,785)</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual (Continued)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	2001			
	Budget	Actual	Variance - Favorable (Unfavorable)	2000 Actual
Other financing sources (uses):				
Operating transfers in	752,500	752,500	-	840,000
Operating transfers out	(20,000)	(20,000)	-	(30,861)
Total other financing sources (uses)	<u>732,500</u>	<u>732,500</u>	<u>-</u>	<u>809,139</u>
Deficiency of revenues and other sources over expenditures and other uses	(3,043)	(24,433)	(21,390)	(55,646)
Fund balance, beginning	<u>127,064</u>	<u>127,064</u>	<u>-</u>	<u>182,710</u>
Fund balance, ending	<u>\$ 124,021</u>	<u>\$ 102,631</u>	<u>\$ (21,390)</u>	<u>\$ 127,064</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	Budget	Actual	Variance - Favorable (Unfavorable)	2000 Actual
Taxes:				
Franchise-				
Utility companies	\$ 260,000	\$ 267,593	\$ 7,593	\$ 225,008
Cable TV company	7,500	7,497	(3)	7,190
Total taxes	<u>267,500</u>	<u>275,090</u>	<u>7,590</u>	<u>232,198</u>
Licenses and permits:				
Occupational licenses	125,000	126,284	1,284	110,837
Code department permits	<u>22,500</u>	<u>21,507</u>	<u>(993)</u>	<u>25,955</u>
Total licenses and permits	<u>147,500</u>	<u>147,791</u>	<u>291</u>	<u>136,792</u>
Intergovernmental :				
State of Louisiana -				
Beer taxes	10,000	16,099	6,099	9,997
Racing commissions	6,000	4,995	(1,005)	10,482
Off track betting fees	34,000	32,516	(1,484)	34,117
State grants	15,200	15,207	7	7,713
Lafayette Parish Government -				
Two percent fire insurance refund	30,385	30,385	-	28,403
Proceeds for fire department	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Total intergovernmental	<u>125,585</u>	<u>129,202</u>	<u>3,617</u>	<u>141,733</u>
Fines, forfeits, etc.:				
Fines and forfeits	30,000	28,200	(1,800)	48,917
Police special detail and accident reports	<u>15,000</u>	<u>2,600</u>	<u>(12,400)</u>	<u>-</u>
Total fines, forfeits, etc.	<u>45,000</u>	<u>30,800</u>	<u>(14,200)</u>	<u>48,917</u>
Miscellaneous:				
Interest	1,000	704	(296)	187
ECOL rent	1,200	1,200	-	1,200
Other sources	<u>6,100</u>	<u>10,198</u>	<u>4,098</u>	<u>4,839</u>
Total miscellaneous	<u>8,300</u>	<u>12,102</u>	<u>3,802</u>	<u>6,226</u>
Total revenues	<u>\$ 593,885</u>	<u>\$ 594,985</u>	<u>\$ 1,100</u>	<u>\$ 565,866</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>2000 Actual</u>
Current :				
General government -				
Administrative:				
Salaries and wages	\$ 24,600	\$ 24,600	\$ -	\$ 24,600
Retirement	13,750	13,750	-	13,750
Insurance	15,600	15,244	356	11,461
Payroll taxes	950	918	32	1,102
Office	7,000	11,405	(4,405)	11,180
Advertisements and recordings	10,000	10,419	(419)	10,008
Dues	1,200	3,135	(1,935)	2,678
City planner	16,500	31,890	(15,390)	10,251
Architect Fee	12,000	11,733	267	-
Computer consultant	8,000	7,021	979	10,660
Legal fees	70,000	85,213	(15,213)	65,822
Accounting and auditing	22,000	20,095	1,905	21,780
Miscellaneous	4,000	3,179	821	2,810
Travel and conferences	9,800	9,058	742	9,016
Auto allowance	6,000	6,000	-	6,000
Utilities and telephone	9,310	7,450	1,860	8,730
Rent	8,400	8,400	-	8,800
Repairs and maintenance	10,700	10,250	450	13,054
City magistrate	4,000	794	3,206	4,000
Engineering	28,000	35,490	(7,490)	8,711
Senior citizens' compensation	6,240	5,312	928	5,762
Uniforms	2,542	2,542	-	-
Total administrative	<u>290,592</u>	<u>323,899</u>	<u>(33,307)</u>	<u>250,175</u>
Code department:				
Salaries	17,700	17,687	13	17,901
Inspection fees	7,650	7,100	550	7,515
Insurance	300	293	7	271
Group insurance	1,200	1,111	89	1,017
Payroll taxes	1,360	1,353	7	1,369
Utilities and telephone	750	760	(10)	1,860
Miscellaneous	150	40	110	30
Total code department	<u>29,110</u>	<u>28,344</u>	<u>766</u>	<u>29,963</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>2000 Actual</u>
Public safety -				
Police department:				
Salaries	276,000	275,222	778	280,379
Payroll taxes	21,150	21,653	(503)	26,137
Maintenance	4,000	7,735	(3,735)	8,934
Utilities and telephone	20,475	19,731	744	16,425
Insurance	82,450	85,681	(3,231)	50,532
Gas and repairs	62,650	65,899	(3,249)	67,336
Legal fees	28,000	27,742	258	-
Miscellaneous	1,000	352	648	3,247
Supplies	22,000	27,876	(5,876)	31,066
Radio user fees	7,475	7,475	-	9,055
Uniforms	11,000	6,651	4,349	5,076
Training	6,000	4,923	1,077	9,010
Drug task force expenditures	2,000	1,864	136	987
Drug testing	700	750	(50)	702
Group insurance	16,800	16,975	(175)	15,528
Expenditures from police special account	15,000	1,811	13,189	-
Auxiliary uniforms	-	-	-	1,743
Auxiliary repairs and maintenance	-	-	-	1,261
Total police department	<u>576,700</u>	<u>572,339</u>	<u>4,361</u>	<u>527,418</u>
Fire department:				
Salaries	17,000	17,503	(503)	12,527
Payroll taxes	1,800	1,339	461	1,469
Utilities and telephone	10,500	10,077	423	7,535
Insurance	16,450	16,074	376	12,073
Equipment expenditures	2,000	3,473	(1,473)	3,302
Miscellaneous	1,000	943	57	338
Maintenance and supplies	15,800	16,754	(954)	12,649
Auto	6,500	6,054	446	5,907
Training	1,041	2,610	(1,569)	583
Radio user fees	2,000	2,760	(760)	1,930
Uniforms	145	1,946	(1,801)	1,686
Total fire department	<u>74,236</u>	<u>79,533</u>	<u>(5,297)</u>	<u>59,999</u>
				(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>2000 Actual</u>
Highways and streets -				
Salaries	130,400	119,461	10,939	118,159
Payroll taxes	10,000	9,154	846	9,040
Contract labor	1,700	-	1,700	2,287
Maintenance and supplies	21,000	23,868	(2,868)	24,533
Lighting	74,000	74,565	(565)	62,170
Miscellaneous	1,260	1,810	(550)	-
Group insurance	6,000	7,582	(1,582)	6,936
Dumping fees	2,400	2,000	400	2,410
Insurance	16,450	16,074	376	12,086
Total highways and streets	<u>263,210</u>	<u>254,514</u>	<u>8,696</u>	<u>237,621</u>
Culture and tourism -				
Main street project, parades and events, Congres Mondial, etc.	8,500	8,272	228	3,563
Economic development:				
Contracted services	15,000	16,773	(1,773)	4,698
Office	500	-	500	222
Community development	100	-	100	59
Total culture and tourism	<u>24,100</u>	<u>25,045</u>	<u>(945)</u>	<u>8,542</u>
Capital outlay:				
General government -				
Equipment	5,137	5,137	-	13,661
Barracades for parade route	-	-	-	40,000
Website	4,310	4,310	-	-
USL community design study	7,959	7,959	-	47,261
Total general government	<u>17,406</u>	<u>17,406</u>	<u>-</u>	<u>100,922</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2001
With Comparative Actual Amounts for Year Ended November 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>	<u>2000 Actual</u>
Public Safety -				
Police :				
Autos	2,000	2,000	-	50,206
Equipment	10,318	5,971	4,347	17,466
Fence	8,600	8,598	2	-
Total police	<u>20,918</u>	<u>16,569</u>	<u>4,349</u>	<u>67,672</u>
Fire :				
Equipment	-	-	-	1,788
Addition to Station No. 2	-	-	-	62,950
Total fire	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,738</u>
Highways and streets:				
Gourmet and Cankton Roads	-	-	-	46,300
Equipment	-	-	-	3,650
Street and sidewalk repairs	5,780	7,356	(1,576)	6,739
Total highways and streets:	<u>5,780</u>	<u>7,356</u>	<u>(1,576)</u>	<u>56,689</u>
Total capital outlay	<u>44,104</u>	<u>41,331</u>	<u>2,773</u>	<u>290,021</u>
Debt service:				
Principal paid	25,239	25,239	-	23,669
Interest	2,137	1,674	463	3,243
Total debt service	<u>27,376</u>	<u>26,913</u>	<u>463</u>	<u>26,912</u>
Total expenditures	<u>\$1,329,428</u>	<u>\$1,351,918</u>	<u>\$ (22,490)</u>	<u>\$1,430,651</u>

SPECIAL REVENUE FUNDS

1967 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest on any bonded debt or funded indebtedness of the City and for purposes of constructing and acquiring the City's sewer system, waterworks and natural gas utilities, paving and improving streets, sidewalks and bridges, constructing street lighting, drainage facilities, fire and police department stations and equipment, public buildings, public parks, public works or for any one or more of said purposes.

1993 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest of any bonded debt of the City issued for any lawful capital purpose. The remaining proceeds are dedicated and divided as follows: one-third (1/3) for the purpose of paying the cost of fire and police protection for the City; one-third (1/3) for operating and maintaining recreational facilities and programs for the City; and one-third (1/3) for paying the cost of capital improvements for the City, including acquiring the necessary sites, furnishings, and equipment.

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Balance Sheet
November 30, 2001
With Comparative Totals for November 30, 2000

	1967 Sales Tax Fund	1993 Sales Tax Fund	Totals	
			2001	2000
ASSETS				
Cash	\$ 22,154	\$ -	\$ 22,154	\$ 18,773
Interest-bearing deposits	345,388	76,007	421,395	343,954
Investments	855,013	-	855,013	944,143
Receivables:				
Taxes	61,049	61,051	122,100	94,360
Due from other funds	288,697	423,704	712,401	435,955
Due from component unit	-	36,764	36,764	36,764
Accrued interest	<u>10,958</u>	<u>-</u>	<u>10,958</u>	<u>11,986</u>
 Total assets	 <u>\$1,583,259</u>	 <u>\$597,526</u>	 <u>\$2,180,785</u>	 <u>\$1,885,935</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,459	\$ -	\$ 1,459	\$ 1,965
Due to other funds	445,500	270,784	716,284	586,102
Due to component unit	<u>3,190</u>	<u>-</u>	<u>3,190</u>	<u>3,190</u>
Total liabilities	450,149	270,784	720,933	591,257
 Fund balances:				
Unreserved, undesignated	<u>1,133,110</u>	<u>326,742</u>	<u>1,459,852</u>	<u>1,294,678</u>
 Total liabilities and fund balances	 <u>\$1,583,259</u>	 <u>\$597,526</u>	 <u>\$2,180,785</u>	 <u>\$1,885,935</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Year Ended November 30, 2001

With Comparative Totals for November 30, 2000

	1967 Sales Tax Fund	1993 Sales Tax Fund	Totals	
			2001	2000
Revenues:				
Taxes	\$ 658,801	\$ 658,827	\$1,317,628	\$1,343,839
Miscellaneous -	111,636	2,803	114,439	48,755
Total revenues	<u>770,437</u>	<u>661,630</u>	<u>1,432,067</u>	<u>1,392,594</u>
Expenditures:				
Current -				
General government	10,704	8,904	19,608	19,534
Capital outlay -				
Highways and streets	-	-	-	226,601
Total expenditures	<u>10,704</u>	<u>8,904</u>	<u>19,608</u>	<u>246,135</u>
Excess of revenues over expenditures	<u>759,733</u>	<u>652,726</u>	<u>1,412,459</u>	<u>1,146,459</u>
Other financing sources (uses):				
Operating transfers from other funds	-	5,775	5,775	3,715
Operating transfers to other funds	(648,775)	(389,916)	(1,038,691)	(1,133,728)
Operating transfers to component unit	-	(214,369)	(214,369)	(224,911)
Total other financing sources (uses)	<u>(648,775)</u>	<u>(598,510)</u>	<u>(1,247,285)</u>	<u>(1,354,924)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>110,958</u>	<u>54,216</u>	<u>165,174</u>	<u>(208,465)</u>
Fund balances, beginning	<u>1,022,152</u>	<u>272,526</u>	<u>1,294,678</u>	<u>1,503,143</u>
Fund balances, ending	<u>\$1,133,110</u>	<u>\$ 326,742</u>	<u>\$1,459,852</u>	<u>\$1,294,678</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2001

	1967 Sales Tax Fund			1993 Sales Tax Fund			Totals		
	Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance- Favorable (Unfavorable)
Revenues:									
Taxes	\$ 600,000	\$ 658,801	\$58,801	\$ 600,000	\$ 658,827	\$ 58,827	\$1,200,000	\$1,317,628	\$117,628
Miscellaneous	82,000	111,636	29,636	3,000	2,803	(197)	85,000	114,439	29,439
Total revenues	682,000	770,437	88,437	603,000	661,630	58,630	1,285,000	1,432,067	147,067
Expenditures:									
Current -									
General government	13,750	10,704	3,046	7,800	8,904	(1,104)	21,550	19,608	1,942
Excess of revenues over expenditures	668,250	759,733	91,483	595,200	652,726	57,526	1,263,450	1,412,459	149,009
Other financing sources (uses):									
Operating transfers in	-	-	-	-	5,775	5,775	-	5,775	5,775
Operating transfers out	(643,000)	(648,775)	(5,775)	(390,971)	(389,916)	1,055	(1,033,971)	(1,038,691)	(4,720)
Operating transfers to component unit	-	-	-	(200,000)	(214,369)	(14,369)	(200,000)	(214,369)	(14,369)
Total other financing sources (uses)	(643,000)	(648,775)	(5,775)	(590,971)	(598,510)	(7,539)	(1,233,971)	(1,247,285)	(13,314)
Excess of revenues and other sources over expenditures and other uses	25,250	110,958	85,708	4,229	54,216	49,987	29,479	165,174	135,695
Fund balances, beginning	1,022,152	1,022,152	-	272,526	272,526	-	1,294,678	1,294,678	-
Fund balances, ending	\$1,047,402	\$1,133,110	\$85,708	\$276,755	\$326,742	\$49,987	\$1,324,157	\$1,459,852	\$135,695

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended November 30, 2001

	1967 Sales Tax Fund			1993 Sales Tax Fund			Totals		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
General government:									
Collection expense	\$ 3,750	\$ 3,129	\$ 621	\$3,750	\$ 3,129	\$ 621	\$ 7,500	\$ 6,258	\$ 1,242
Professional fees	9,500	7,575	1,925	4,000	5,775	(1,775)	13,500	13,350	150
Miscellaneous	500	-	500	50	-	50	550	-	550
Total general government	<u>13,750</u>	<u>10,704</u>	<u>3,046</u>	<u>7,800</u>	<u>8,904</u>	<u>(1,104)</u>	<u>21,550</u>	<u>19,608</u>	<u>1,942</u>
Total expenditures	<u>\$13,750</u>	<u>\$10,704</u>	<u>\$ 3,046</u>	<u>\$7,800</u>	<u>\$ 8,904</u>	<u>\$(1,104)</u>	<u>\$21,550</u>	<u>\$19,608</u>	<u>\$ 1,942</u>

DEBT SERVICE FUNDS

Sales Tax Bonds Series 1995

To accumulate monies for payment of the \$875,000 Public Improvement Sales Tax Bonds, Series, 1995, due in annual installments, plus interest through maturity in 2015. Debt service is financed by transfers from the Park and Recreation Commission, Inc.'s share of the 1993 1% sales and use tax.

Sales Tax Bonds Series 1998

To accumulate monies for payment of the \$2,500,000 Public Improvement Sales Tax Bonds, Series 1998, due in annual installments, plus interest through maturity in 2018. Debt service is financed from proceeds of the City's 1993 1% sales and use tax and 1967 1% sales and use tax.

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Balance Sheet
November 30, 2001
With Comparative Totals for November 30, 2000

	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	Totals	
			2001	2000
ASSETS				
Cash	\$ 1	\$ -	\$ 1	\$ 1
Interest-bearing deposits	392,379	-	392,379	386,958
Receivables:				
Due from other funds	<u>14,213</u>	<u>197,726</u>	<u>211,939</u>	<u>352,476</u>
Total assets	<u>\$406,593</u>	<u>\$197,726</u>	<u>\$604,319</u>	<u>\$739,435</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Due to other funds	\$177,082	\$ -	\$177,082	\$321,934
Fund balances:				
Reserved for debt service	<u>229,511</u>	<u>197,726</u>	<u>427,237</u>	<u>417,501</u>
Total liabilities and fund balances	<u>\$406,593</u>	<u>\$197,726</u>	<u>\$604,319</u>	<u>\$739,435</u>

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended November 30, 2001
With Comparative Totals for November 30, 2000

	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	Totals	
			2001	2000
Revenues:				
Miscellaneous -				
Interest on investments and deposits	\$ 7,545	\$ -	\$ 7,545	\$ 12,307
Expenditures:				
General government -				
Professional fees	-	-	-	400
Debt service -				
Principal retirement	30,000	80,000	110,000	365,000
Interest	42,320	110,600	152,920	175,593
Paying agent's fees	-	-	-	4,019
Total expenditures	72,320	190,600	262,920	545,012
Deficiency of revenues over expenditures	(64,775)	(190,600)	(255,375)	(532,705)
Other financing sources:				
Operating transfers in	193,000	190,600	383,600	396,712
Operating transfers out	(190,600)	-	(190,600)	-
Transfer from component unit	72,111	-	72,111	95,755
Total other financing sources	74,511	190,600	265,111	492,467
Excess (deficiency) of revenue and other sources over expenditures and other uses	9,736	-	9,736	(40,238)
Fund balances, beginning	219,775	197,726	417,501	457,739
Fund balances, ending	\$229,511	\$197,726	\$427,237	\$417,501

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2001

	Sales Tax Bonds Series 1995			Sales Tax Bonds Series 1998			Totals		
	Variance-			Variance-			Variance-		
	Budget	Actual	Favorable (Unfavorable)	Budget	Actual	Favorable (Unfavorable)	Budget	Actual	Favorable (Unfavorable)
Revenues:									
Miscellaneous - interest	\$ 8,000	\$ 7,545	\$ (455)	\$ -	\$ -	\$ -	\$ 8,000	\$ 7,545	\$ (455)
Expenditures:									
General government -									
Professional fees	500	-	500	-	-	-	500	-	500
Debt service -									
Principal retirement	30,000	30,000	-	80,000	80,000	-	110,000	110,000	-
Interest	42,320	42,320	-	110,600	110,600	-	152,920	152,920	-
Total expenditures	72,820	72,320	500	190,600	190,600	-	263,420	262,920	500
Deficiency of revenues over expenditures	(64,820)	(64,775)	45	(190,600)	(190,600)	-	(255,420)	(255,375)	45
Other financing sources:									
Operating transfers in	193,000	193,000	-	190,600	190,600	-	383,600	383,600	-
Operating transfers out	(190,600)	(190,600)	-	-	-	-	(190,600)	(190,600)	-
Transfer from component unit	73,572	72,111	(1,461)	-	-	-	73,572	72,111	(1,461)
Total other financing sources	75,972	74,511	(1,461)	190,600	190,600	-	266,572	265,111	(1,461)
Excess of revenues and other sources over expenditures and other uses	11,152	9,736	(1,416)	-	-	-	11,152	9,736	(1,416)
Fund balances, beginning	219,775	219,775	-	197,726	197,726	-	417,501	417,501	-
Fund balances (deficit), ending	\$230,927	\$229,511	\$ (1,416)	\$197,726	\$197,726	\$-	\$428,653	\$427,237	\$ (1,416)

CAPITAL PROJECTS FUNDS

Sidewalk Construction Fund

To accumulate funds and account for the construction of sidewalks provided by General Fund revenues (transfers).

Fire Department Equipment Purchase Fund

To accumulate funds and account for the purchase of vehicles and equipment for the fire department.

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Balance Sheet
November 30, 2001

	Sidewalk Construction Fund	Fire Dept Equipment Purchase Fund	Totals	
			<u>2001</u>	<u>2000</u>
ASSETS				
Interest-bearing deposits	\$ 98,350	\$ -	\$ 98,350	\$ 93,649
Investments	14,648	-	14,648	14,018
Receivables:			-	
Due from other funds	80,000	-	80,000	60,000
Accrued interest	<u>2,626</u>	<u>-</u>	<u>2,626</u>	<u>3,120</u>
 Total assets	 <u>\$195,624</u>	 <u>\$ -</u>	 <u>\$195,624</u>	 <u>\$170,787</u>
LIABILITIES AND FUND BALANCES				
Liabilities	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Unreserved -				
Designated for capital expenditures	<u>195,624</u>	<u>-</u>	<u>195,624</u>	<u>170,787</u>
 Total liabilities and fund balances	 <u>\$195,624</u>	 <u>\$ -</u>	 <u>\$195,624</u>	 <u>\$170,787</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended November 30, 2001
With Comparative Totals for Year Ended November 30, 2000

	Sidewalk Construction Fund	Fire Dept Equipment Purchase Fund	Totals	
			2001	2000
Revenues:				
Intergovernmental				
Lafayette Consolidated				
Government	\$ -	\$100,000	\$100,000	\$ -
Miscellaneous -				
Interest on deposits	4,837	-	4,837	5,518
Total revenues	<u>4,837</u>	<u>100,000</u>	<u>104,837</u>	<u>5,518</u>
Expenditures:				
General government	-	-	-	65
Capital outlay -				
Fire department -				
Fire truck	-	228,700	228,700	-
Equipment	-	18,716	18,716	-
Total capital outlay	<u>-</u>	<u>247,416</u>	<u>247,416</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>247,416</u>	<u>247,416</u>	<u>65</u>
Excess (deficiency) of revenues over expenditures	<u>4,837</u>	<u>(147,416)</u>	<u>(142,579)</u>	<u>5,453</u>
Other financing sources (uses):				
Operating transfers in	20,000	147,416	167,416	20,000
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,354)</u>
Total other financing sources (uses)	<u>20,000</u>	<u>147,416</u>	<u>167,416</u>	<u>11,646</u>
Excess of revenues and other sources over expenditures and other uses	24,837	-	24,837	17,099
Fund balances, beginning	<u>170,787</u>	<u>-</u>	<u>170,787</u>	<u>153,688</u>
Fund balances, ending	<u>\$195,624</u>	<u>\$ -</u>	<u>\$195,624</u>	<u>\$170,787</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Year Ended November 30, 2001
With Comparative Totals for November 30, 2000

	Sidewalk Construction Fund			Fire Department Equipment Purchase Fund			Totals	
	Variance -			Variance -				
	Budget	Actual	Favorable (Unfavorable)	Budget	Actual	Favorable (Unfavorable)	Budget	Actual
								Variance - Favorable (Unfavorable)
Revenues:								
Intergovernmental -								
Federal grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lafayette Consolidated Government	-	-	-	100,000	100,000	-	100,000	-
Miscellaneous -								
Interest on deposits	6,000	4,837	(1,163)	-	-	-	6,000	4,837
Total revenues	<u>6,000</u>	<u>4,837</u>	<u>(1,163)</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>106,000</u>	<u>104,837</u>
Expenditures:								
General government								
Capital outlay -								
Construction	-	-	-	-	-	-	-	-
Equipment	-	-	-	248,471	247,416	(1,055)	248,471	247,416
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>248,471</u>	<u>247,416</u>	<u>(1,055)</u>	<u>248,471</u>	<u>247,416</u>
Excess (deficiency) of revenues over expenditures	6,000	4,837	(1,163)	(148,471)	(147,416)	1,055	(142,471)	(142,579)
Other financing sources (uses):								
Operating transfers in	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>148,471</u>	<u>147,416</u>	<u>(1,055)</u>	<u>147,416</u>	<u>20,000</u>
Excess of revenues and other sources over expenditures	26,000	24,837	(1,163)	-	-	-	26,000	24,837
Fund balances, beginning	<u>170,787</u>	<u>170,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,787</u>	<u>170,787</u>
Fund balances, ending	<u>\$196,787</u>	<u>\$195,624</u>	<u>\$ (1,163)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$196,787</u>	<u>\$195,624</u>
								<u>\$ (1,163)</u>

ENTERPRISE FUND

Utility Fund

To account for the provision of gas, water, sewer and sanitation services to residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to administration, operations, maintenance, financing and related debt service, and billing and collection.

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Balance Sheet
November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
Current assets:		
Cash	\$ 191,051	\$ 224,047
Interest-bearing deposits	582,821	235,543
Investments, at cost	1,621,317	1,427,384
Receivables:		
Accounts	188,970	162,932
Unbilled utility receivables	115,047	93,122
Due from other funds	200,779	341,764
Accrued interest	17,637	12,772
Prepaid items	17,050	-
Other	-	1,518
Total current assets	<u>2,934,672</u>	<u>2,499,082</u>
Restricted assets:		
Customers' deposits -		
Investments, at cost	162,863	155,648
Property, plant and equipment:		
Property, plant and equipment, at cost, net of accumulated depreciation	<u>6,767,963</u>	<u>7,052,359</u>
 Total assets	 <u><u>\$9,865,498</u></u>	 <u><u>\$9,707,089</u></u>

	<u>2001</u>	<u>2000</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Current liabilities (payable from current assets) -		
Accounts payable	\$ 64,703	\$ 57,750
Accrued liabilities	42,513	42,145
Retainage payable	4,159	-
Due to other funds	<u>430,865</u>	<u>392,838</u>
Total current liabilities payable from current assets	542,240	492,733
 Current liabilities (payable from restricted assets) -		
Customers' deposits	162,863	155,648
 Long-term liabilities -		
Compensated absences payable	<u>21,549</u>	<u>64,850</u>
 Total liabilities	<u>726,652</u>	<u>713,231</u>
 Fund equity:		
Contributed capital -		
Municipality	7,269,690	7,269,690
Federal, state and parish grants (net of accumulated amortization)	<u>207,723</u>	<u>235,869</u>
Total contributed capital	7,477,413	7,505,559
 Retained earnings -		
Unreserved:		
Undesignated	<u>1,661,433</u>	<u>1,488,299</u>
 Total fund equity	<u>9,138,846</u>	<u>8,993,858</u>
 Total liabilities and fund equity	<u><u>\$9,865,498</u></u>	<u><u>\$9,707,089</u></u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Operating revenues:		
Charges for services -		
Gas sales	\$ 859,400	\$ 547,111
Water charges	468,827	414,122
Sewerage charges	405,908	362,463
Garbage collection	313,210	291,082
Connection fees	7,200	11,101
Delinquent and service charges	22,640	20,794
Miscellaneous - other	1,311	1,817
Total operating revenues	<u>2,078,496</u>	<u>1,648,490</u>
Operating expenses:		
Gas system	615,791	409,212
Water system	458,825	414,903
Sewerage system	452,649	382,166
Sanitation department	251,647	244,701
General and administrative	288,018	239,188
Total operating expenses	<u>2,066,930</u>	<u>1,690,170</u>
Operating income (loss)	11,566	(41,680)
Nonoperating revenues:		
Interest income	193,423	33,005
Income (loss) before operating transfers	<u>204,989</u>	<u>(8,675)</u>
Operating transfers in (out):		
Operating transfers in	100,000	240,911
Operating transfers out	(160,000)	(328,395)
Total operating transfers in (out)	<u>(60,000)</u>	<u>(87,484)</u>
Net income (loss)	144,989	(96,159)
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	<u>28,145</u>	<u>28,145</u>
Increase (decrease) in retained earnings	173,134	(68,014)
Retained earnings, beginning	<u>1,488,299</u>	<u>1,556,313</u>
Retained earnings, ending	<u><u>\$1,661,433</u></u>	<u><u>\$1,488,299</u></u>

CITY OF CARENCRO, LOUISIANA

Enterprise Fund

Utility Fund

Comparative Statement of Operating Expenses by Department
Years Ended November 30, 2001 and 2000

	2001	2000
Gas system:		
Gas purchased	\$ 440,080	\$ 209,720
Maintenance and supplies	16,169	26,195
Cathodic protection survey	3,904	6,452
Depreciation	28,820	28,820
Salaries	82,988	97,452
Payroll taxes	14,195	7,728
Group insurance	3,052	2,792
Miscellaneous	1,424	-
Travel	1,427	975
Engineering fees	-	12,012
Insurance	22,670	17,066
Contractual services	1,062	-
Total gas system	<u>615,791</u>	<u>409,212</u>
Water system:		
Maintenance and supplies	158,125	119,002
Depreciation	117,767	122,094
Salaries	66,416	63,386
Payroll taxes	8,916	5,357
Group insurance	2,867	2,623
Utilities	42,533	33,247
Travel	1,074	1,654
Engineering fees	-	13,183
Insurance	11,726	8,844
Contractual services	43,498	45,513
Miscellaneous	5,903	-
Total water system	<u>458,825</u>	<u>414,903</u>
Sewerage system:		
Salaries	26,223	24,393
Payroll taxes	3,443	1,790
Group insurance	1,793	1,640
Maintenance and supplies	99,477	56,717
Contractual services	25,965	26,166
Depreciation	215,485	210,098
Utilities	74,913	56,336
Miscellaneous	2,471	-
Travel	143	714
Engineering fees	-	2,239
Insurance	2,736	2,073
Total sewerage system	<u>452,649</u>	<u>382,166</u>

(continued)

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department (Continued)
Years Ended November 30, 2001 and 2000

	2001	2000
Sanitation department:		
Garbage collection fees	\$ 251,647	\$ 241,380
Miscellaneous	-	3,321
Total sanitation department	<u>251,647</u>	<u>244,701</u>
General and administrative:		
Salaries	80,809	79,712
Telephone	7,358	8,077
Truck operation	38,399	34,431
Office supplies and postage	12,432	4,572
Bad debts	4,807	4,012
Insurance	18,468	13,889
Payroll taxes	11,433	5,871
Group insurance	3,871	3,541
Retirement contribution	11,250	11,250
Depreciation	39,405	35,563
Miscellaneous	4,885	2,882
Professional fees	23,175	20,845
Engineering Fees	21,244	-
Computer consultant fees	-	7,669
Maintenance and supplies	3,011	1,880
Travel	560	-
Utilities	4,635	2,771
Uniforms	2,276	2,223
Total general and administrative	<u>288,018</u>	<u>239,188</u>
Total operating expenses	<u>\$ 2,066,930</u>	<u>\$ 1,690,170</u>

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows
Years Ended November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Cash flows from operating activities:		
Operating income (loss)	<u>\$ 11,566</u>	<u>\$(41,680)</u>
Adjustments to reconcile net operating loss to net cash provided by operating activities -		
Depreciation	401,477	396,575
Changes in current assets and liabilities:		
Increase in accounts receivable	(26,038)	(31,458)
Increase in unbilled receivables	(21,925)	(9,359)
(Increase) decrease in other receivables	1,518	(1,518)
(Increase) decrease in prepaid items	(17,050)	13,625
Increase (decrease) in accounts payable	6,953	(4,458)
Increase in other accrued liabilities	368	14,947
Increase in retainage payable	4,159	-
Increase (decrease) in compensated absences payable	<u>(43,301)</u>	<u>1,911</u>
Total adjustments	<u>306,161</u>	<u>380,265</u>
Net cash provided by operating activities	<u>317,727</u>	<u>338,585</u>
Cash flows from noncapital financing activities:		
Operating transfers in	100,000	240,911
Operating transfers out	(160,000)	(328,395)
Cash received from other funds	179,012	-
Cash paid to other funds	<u>-</u>	<u>(196,809)</u>
Net cash provided (used) by noncapital financing activities	<u>119,012</u>	<u>(284,293)</u>
Cash flows from capital and related financing activities:		
Acquisition of property, plant and equipment	(117,081)	(124,206)
Proceeds from meter deposits	36,173	29,548
Refund of meter deposits	<u>(28,958)</u>	<u>(27,934)</u>
Net cash used by capital and related financing activities	<u>(109,866)</u>	<u>(122,592)</u>

(continued)

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows (Continued)
Years Ended November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Cash flows from investing activities:		
Purchase of investments and interest-bearing deposits	\$(1,403,000)	\$(1,248,620)
Proceeds from the maturities of investments and interest-bearing deposits	1,201,851	1,090,885
Interest received on investments and interest-bearing deposits	<u>188,558</u>	<u>39,093</u>
Net cash used by investing activities	<u>(12,591)</u>	<u>(118,642)</u>
Net increase (decrease) in cash and cash equivalents	314,282	(186,942)
Cash and cash equivalents, beginning of period	<u>359,590</u>	<u>546,532</u>
Cash and cash equivalents, end of period	<u><u>\$ 673,872</u></u>	<u><u>\$ 359,590</u></u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:		
Cash and cash equivalents, beginning of period -		
Cash - unrestricted	\$ 224,047	\$ 299,105
Interest-bearing deposits - unrestricted	235,543	412,066
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(164,639)</u>
Total cash and cash equivalents	<u>359,590</u>	<u>546,532</u>
Cash and cash equivalents, end of period -		
Cash - unrestricted	191,051	224,047
Interest-bearing deposits - unrestricted	582,821	235,543
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(100,000)</u>
Total cash and cash equivalents	<u>673,872</u>	<u>359,590</u>
Net increase (decrease)	<u><u>\$ 314,282</u></u>	<u><u>\$ (186,942)</u></u>

AGENCY FUNDS

Payroll and Disbursement Funds

To account for the centralization of the clearing accounts which are used for the disbursements of all City funds, including those for purchases, payroll and payroll-related costs.

CITY OF CARENCRO, LOUISIANA
Agency Funds

Combining Balance Sheet
November 30, 2001
With Comparative Totals for November 30, 2000

	<u>Payroll Fund</u>	<u>Disbursement Fund</u>	<u>Totals</u>	<u>2001</u>	<u>2000</u>
ASSETS					
Cash	\$ -	\$ -	\$ -	\$33,782	
Due from other funds	<u>47,692</u>	<u>28,653</u>	<u>76,345</u>	<u>28,940</u>	
Total assets	<u><u>\$47,692</u></u>	<u><u>\$28,653</u></u>	<u><u>\$76,345</u></u>	<u><u>\$62,722</u></u>	
LIABILITIES					
Cash Overdraft	\$24,486	\$ 1,587	\$26,073	\$ -	
Payroll liabilities	7,775	-	7,775	5,622	
Due to other funds	<u>15,431</u>	<u>27,066</u>	<u>42,497</u>	<u>57,100</u>	
Total liabilities	<u><u>\$47,692</u></u>	<u><u>\$28,653</u></u>	<u><u>\$76,345</u></u>	<u><u>\$62,722</u></u>	

CITY OF CARENCRO, LOUISIANA
Agency Funds

Combining Statement of Changes in Assets and Liabilities - All Agency Funds
Year Ended November 30, 2001

	Balances 11/30/00	Additions	Deductions	Balances 11/30/01
<u>PAYROLL FUND</u>				
ASSETS				
Cash	\$ 15,168	\$ 722,795	\$ 737,963	\$ -
Due from other funds	<u>18,129</u>	<u>460,237</u>	<u>430,674</u>	<u>47,692</u>
Total assets	<u>\$ 33,297</u>	<u>\$1,183,032</u>	<u>\$1,168,637</u>	<u>\$ 47,692</u>
LIABILITIES				
Cash Overdraft	\$ -	\$ 24,486	\$ -	\$ 24,486
Payroll liabilities	5,622	16,580	14,427	7,775
Due to other funds	<u>27,675</u>	<u>284,495</u>	<u>296,739</u>	<u>15,431</u>
Total liabilities	<u>\$ 33,297</u>	<u>\$ 325,561</u>	<u>\$ 311,166</u>	<u>\$ 47,692</u>
<u>DISBURSEMENT FUND</u>				
ASSETS				
Cash	\$ 18,614	\$1,686,204	\$1,704,818	\$ -
Due from other funds	<u>10,811</u>	<u>1,693,715</u>	<u>1,675,873</u>	<u>28,653</u>
Total assets	<u>\$ 29,425</u>	<u>\$3,379,919</u>	<u>\$3,380,691</u>	<u>\$ 28,653</u>
LIABILITIES				
Cash Overdraft	\$ -	\$ 1,587	\$ -	\$ 1,587
Due to other funds	<u>29,425</u>	<u>46,138</u>	<u>48,497</u>	<u>27,066</u>
Total liabilities	<u>\$ 29,425</u>	<u>\$ 47,725</u>	<u>\$ 48,497</u>	<u>\$ 28,653</u>
<u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	\$ 33,782	\$2,408,999	\$2,442,781	\$ -
Due from other funds	<u>28,940</u>	<u>2,153,952</u>	<u>2,106,547</u>	<u>76,345</u>
Total assets	<u>\$ 62,722</u>	<u>\$4,562,951</u>	<u>\$4,549,328</u>	<u>\$ 76,345</u>
LIABILITIES				
Cash overdraft	\$ -	\$ 26,073	\$ -	\$ 26,073
Payroll liabilities	5,622	16,580	14,427	7,775
Due to other funds	<u>57,100</u>	<u>330,633</u>	<u>345,236</u>	<u>42,497</u>
Total liabilities	<u>\$ 62,722</u>	<u>\$ 373,286</u>	<u>\$ 359,663</u>	<u>\$ 76,345</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operations.

CITY OF CARENCRO, LOUISIANA

Comparative Statement of General Fixed Assets November 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
General fixed assets, at cost:		
Land	\$ 378,595	\$ 378,595
Buildings	1,895,051	1,895,051
Equipment	<u>1,546,603</u>	<u>1,273,171</u>
Total general fixed assets	<u>\$ 3,820,249</u>	<u>\$ 3,546,817</u>
Investment in general fixed assets:		
Property acquired from -		
General Fund revenues	\$ 1,682,587	\$ 1,656,571
Sales tax revenues	1,233,597	1,086,181
Federal, state and local grants	<u>904,065</u>	<u>804,065</u>
Total investment in general fixed assets	<u>\$ 3,820,249</u>	<u>\$ 3,546,817</u>

CITY OF CARENCRO, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended November 30, 2001

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
General fixed assets, beginning of year	<u>\$378,595</u>	<u>\$1,895,051</u>	<u>\$1,273,171</u>	<u>\$3,546,817</u>
Additions:				
General Fund revenues	-	-	26,016	26,016
Special Revenue Fund revenues			147,416	147,416
Parish grant	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
	-	-	273,432	273,432
Deletions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
General fixed assets, end of year	<u><u>\$378,595</u></u>	<u><u>\$1,895,051</u></u>	<u><u>\$1,546,603</u></u>	<u><u>\$3,820,249</u></u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amounts on general long-term debt and compensated absences expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

CITY OF CARENCRO, LOUISIANA

Statement of General Long-Term Debt
November 30, 2001
With Comparative Totals for November 30, 2000

	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	Compensated Absences Payable	Claims Payable	Totals 2001	Totals 2000
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT						
Amount available in debt service funds for debt retirement	\$229,511	\$ 197,726	\$ -	\$ -	\$ 427,237	\$ 417,501
Amount to be provided from -						
1% sales and use tax	500,489	2,147,274	-	-	2,647,763	2,792,738
Governmental fund revenues	-	-	27,525	200,000	227,525	24,492
Total amount available and to be provided	<u>\$730,000</u>	<u>\$2,345,000</u>	<u>\$27,525</u>	<u>\$200,000</u>	<u>\$3,302,525</u>	<u>\$3,234,731</u>
GENERAL LONG-TERM DEBT PAYABLE						
Bonds payable	\$730,000	\$2,345,000	\$ -	\$ -	\$3,075,000	\$3,185,000
Capital lease payable	-	-	-	-	-	25,239
Compensated absences payable	-	-	27,525	-	27,525	24,492
Claims payable	-	-	-	200,000	200,000	-
Total general long-term debt payable	<u>\$730,000</u>	<u>\$2,345,000</u>	<u>\$27,525</u>	<u>\$200,000</u>	<u>\$3,302,525</u>	<u>\$3,234,731</u>

**COMPLIANCE
AND
INTERNAL CONTROL**

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE:
WWW.KCSRCPAS.COM

MEMBER OF:

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Clossio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

* A Professional Accounting Corporation

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited the primary government financial statements of the City of Carencro, Louisiana, as of and for the year ended November 30, 2001, and have issued our report thereon dated January 28, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Carencro, Louisiana's primary government financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Carencro, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City of Carencro's ability to record, process, summarize, and report financial data consistent with the assertions of management in the primary government financial statement. The reportable condition is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan at item 01-1(IC).

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We believe the reportable condition described above is a material weakness.

We also noted other matters involving internal control over financial reporting that we reported to the management of the City of Carencro in a separate letter dated January 28, 2002.

This report is intended solely for the information and use of management, others within the organization, and City Council and is not intended to be and should not be used by anyone other than these specified parties.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
January 28, 2002

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended November 30, 2001

Fiscal Year Finding Initially Occurred	Ref. No.	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
CURRENT YEAR (11/30/01) --						
<u>Internal Control:</u>						
01-1 (IC)	Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Marie LeMaire, City Clerk	N/A
<u>Management Letter:</u>						
01-2 (ML)	2000	Regarding the internal controls and accounting for the police department, the City should implement the following policies and procedures: A. All ticket books and summons books should be issued in numerical order to ensure that all tickets and summons are accounted for. B. All receipt books should be pre-numbered. C. Receipt and disbursement ledgers should be maintained at the Police Station and forwarded to City Hall on a monthly basis. The ledgers should reconcile to the amount of petty cash on hand at the Police Station. Checks will then be issued to the Police department to reimburse all necessary expenditures and replenish petty cash.	No	City officials will consider these recommendations and will implement these policies in the future.	Marie LeMaire, City Clerk	11/30/02
PRIOR YEAR (11/30/00) --						
<u>Internal Control:</u>						
00-1(IC)	Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Marie Lemaire, City Clerk	N/A

(continued)

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended November 30, 2001

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
00-2(ML)	1998	The accounts receivable subsidiary ledger should be reconciled with the general ledger on a monthly basis and any necessary adjustments should be made at that time.	Yes	City officials are considering auditor recommendations regarding this matter. No action has been taken at this time.	Marie Lemaire, City Clerk	11/30/01
00-3(ML)	Unknown	The City should strive to operate the water and sewerage departments of the Utility Fund on a profitable basis. This operation should be operated such that the cost of providing these services to the customers on a continuing basis be completely recovered through user charges. We recommend that the City consider increasing rates and/or decreasing expenses in these departments.	Yes	City officials have considered auditor recommendations regarding this matter. Rates were increased and expenses will be closely monitored to determine whether they can be decreased.	Marie Lemaire, City Clerk	11/30/01
00-4(ML)	2000	The City should closely monitor investments to ascertain that funds are being invested in a manner which insures that reasonable yields are being earned.	Yes	City officials will establish procedures to monitor investments in order to maximize interest earnings.	Marie Lemaire, City Clerk	11/30/01
00-5(ML)	2000	Regarding the internal controls and accounting for the police department, the City should implement the following policies and procedures: A. All ticket books and summons books should be issued in numerical order to ensure that all tickets and summons are accounted for.	Partial	City officials will consider these recommendations and will implement these policies and procedures in the future.	Marie Lemaire, City Clerk	11/30/01

(continued)

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended November 30, 2001

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned		Name of Contact Person		Anticipated Completion Date	
00-5(ML) (CONTD)		B. All used ticket and summons books should be turned in to City Hall. The clerks at City Hall should then compare the numerical tickets and summons to the ones posted in the computer system in order that they may be all accounted for.							
		C. All receipt books should be pre-numbered.							
		D. All fees paid for accident reports may be collected at the Police Station, but should be forwarded to City Hall for deposit into a separate bank account. Additionally, receipts and disbursements ledgers should be maintained at the Police Station and forwarded to City Hall on a monthly basis. The ledgers should reconcile to the amount of petty cash on hand at the Police Station. Checks will then be issued to the Police Department to reimburse all necessary expenditures and replenish petty cash.							
		E. All fines should be collected at the City Hall. Additionally, the Police Department should submit, on a monthly basis, a list of unpaid tickets to compare to the computer listing. All tickets reduced or changed to warnings should be remitted to City Hall by the magistrate prior to court date.							

OTHER SUPPLEMENTARY INFORMATION

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
November 30, 2001 and 2000

Records maintained by the City indicated the following number of customers were being served during the months of November, 2001 and 2000:

<u>Department</u>	<u>2001</u>	<u>2000</u>
Gas (metered)	951	982
Water (metered)	1,839	1,813
Sewerage	1,656	1,640
Garbage	1,720	1,709

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended November 30, 2001 and 2000

	Totals		Gas	
	2001	2000	2001	2000
Operating Revenues:				
Charges for services -				
Customers	\$2,047,345	\$1,614,778	\$859,400	\$547,111
Other charges	29,840	31,895	7,500	7,770
Miscellaneous -				
Other	1,311	1,817	437	618
Total operating revenues	<u>2,078,496</u>	<u>1,648,490</u>	<u>867,337</u>	<u>555,499</u>
Operating expenses:				
Salaries	256,436	264,943	82,988	97,452
Payroll taxes	37,987	20,746	14,195	7,728
Group insurance	11,583	10,596	3,052	2,792
Retirement contribution	11,250	11,250	-	-
Gas purchased	440,080	209,720	440,080	209,720
Maintenance and supplies	276,782	203,794	16,169	26,195
Cathodic protection survey	3,904	6,452	3,904	6,452
Garbage collection fees	251,647	241,380	-	-
Depreciation expense	401,477	396,575	28,820	28,820
Utilities	122,081	92,354	-	-
Telephone	7,358	8,077	-	-
Truck operation	38,399	34,431	-	-
Office supplies and postage	12,432	4,572	-	-
Bad debts	4,807	4,012	-	-
Insurance	55,600	41,872	22,670	17,066
Miscellaneous	14,683	6,203	1,424	-
Professional fees	23,175	20,845	-	-
Computer consultant fees	-	7,669	-	-
Uniforms	2,276	2,223	-	-
Engineering fees	21,244	27,434	-	12,012
Travel	3,204	3,343	1,427	975
Contractual services	70,525	71,679	1,062	-
Allocation of general and administrative expense	-	-	149,770	122,943
Total operating expenses	<u>2,066,930</u>	<u>1,690,170</u>	<u>765,561</u>	<u>532,155</u>
Operating income (loss)	<u>11,566</u>	<u>(41,680)</u>	<u>\$101,776</u>	<u>\$ 23,344</u>
Nonoperating revenues:				
Interest income	193,423	33,005		
Income (loss) before operating transfers	<u>204,989</u>	<u>(8,675)</u>		
Operating transfers in (out):				
Operating transfers in	100,000	240,911		
Operating transfers out	(160,000)	(328,395)		
Total operating transfers in (out)	<u>(60,000)</u>	<u>(87,484)</u>		
Net income (loss)	<u>144,989</u>	<u>(96,159)</u>		
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	28,145	28,145		
Increase (decrease) in retained earnings	<u>173,134</u>	<u>(68,014)</u>		
Retained earnings, beginning	<u>1,488,299</u>	<u>1,556,313</u>		
Retained earnings, ending	<u>\$1,661,433</u>	<u>\$1,488,299</u>		

Water		Sewerage		Sanitation		Administration	
2001	2000	2001	2000	2001	2000	2001	2000
\$ 468,827	\$ 414,122	\$ 405,908	\$ 362,463	\$ 313,210	\$ 291,082	\$ -	\$ -
13,200	15,807	5,100	4,575	4,040	3,743	-	-
874	472	-	400	-	327	-	-
<u>482,901</u>	<u>430,401</u>	<u>411,008</u>	<u>367,438</u>	<u>317,250</u>	<u>295,152</u>	<u>-</u>	<u>-</u>
66,416	63,386	26,223	24,393	-	-	80,809	79,712
8,916	5,357	3,443	1,790	-	-	11,433	5,871
2,867	2,623	1,793	1,640	-	-	3,871	3,541
-	-	-	-	-	-	11,250	11,250
-	-	-	-	-	-	-	-
158,125	119,002	99,477	56,717	-	-	3,011	1,880
-	-	-	-	-	-	-	-
-	-	-	-	251,647	241,380	-	-
117,767	122,094	215,485	210,098	-	-	39,405	35,563
42,533	33,247	74,913	56,336	-	-	4,635	2,771
-	-	-	-	-	-	7,358	8,077
-	-	-	-	-	-	38,399	34,431
-	-	-	-	-	-	12,432	4,572
-	-	-	-	-	-	4,807	4,012
11,726	8,844	2,736	2,073	-	-	18,468	13,889
5,903	-	2,471	-	-	3,321	4,885	2,882
-	-	-	-	-	-	23,175	20,845
-	-	-	-	-	-	-	7,669
-	-	-	-	-	-	2,276	2,223
-	13,183	-	2,239	-	-	21,244	-
1,074	1,654	143	714	-	-	560	-
43,498	45,513	25,965	26,166	-	-	-	-
63,360	50,708	23,050	21,527	51,838	44,010	(288,018)	(239,188)
<u>522,185</u>	<u>465,611</u>	<u>475,699</u>	<u>403,693</u>	<u>303,485</u>	<u>288,711</u>	<u>-</u>	<u>-</u>
<u>\$ (39,284)</u>	<u>\$ (35,210)</u>	<u>\$ (64,691)</u>	<u>\$ (36,255)</u>	<u>\$ 13,765</u>	<u>\$ 6,441</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds
November 30, 2001

		Interest Rate	Maturity Date	Total Book Value
General Fund -				
Money Market Investment Account	(R)	Variable	N/A	\$ 46,488
Special Revenue Funds -				
1967 Sales Tax Fund:				
Money Market Investment Account	(B)	Variable	N/A	10,664
Savings Account	(R)	Variable	N/A	18,546
Money Market Investment Account	(R)	Variable	N/A	10,039
Money Market Investment Account	(P)	Variable	N/A	106,139
Certificate of Deposit	(B)	3.34%	08/03/02	100,000
Certificate of Deposit	(B)	3.20%	08/23/02	100,000
U. S. Treasury Notes	(P)	4.75 - 6.63%	Various	855,013
1993 Sales Tax Fund:				
Money Market Investment Account	(R)	Variable	N/A	31,589
Money Market Investment Account	(R)	Variable	N/A	44,418
				<u>1,276,408</u>
Debt Service Funds -				
Sales Tax Bonds, Series 1995 Fund:				
Money Market Investment Account	(R)	Variable	N/A	106,550
Money Market Investment Account	(R)	Variable	N/A	285,829
				<u>392,379</u>
Capital Projects Funds -				
Sidewalk Construction Fund:				
Certificate of Deposit	(B)	4.30%	04/07/02	24,216
Certificate of Deposit	(I)	4.30%	04/07/02	24,216
Certificate of Deposit	(I)	3.75%	12/09/01	23,586
Certificate of Deposit	(I)	1.59%	12/06/01	12,608
Certificate of Deposit	(I)	5.39%	01/05/00	13,724
Utility Projects Construction Fund:				
Louisiana Asset Management Pool	(L)	Variable	N/A	14,648
				<u>112,998</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds (Continued) November 30, 2001

		<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Total Book Value</u>
Utility Fund:				
Operating Account -				
Money Market Investment Account	(R)	Variable	N/A	59,262
Money Market Investment Account	(R)	Variable	N/A	292,153
Money Market Investment Account	(P)	Variable	N/A	131,406
Certificate of Deposit	(B)	1.69%	05/22/02	100,000
U. S. Treasury Notes	(R)	2.75 - 6.50%	Various	422,052
U. S. Treasury Notes	(P)	4.75 - 6.63%	Various	1,090,077
LAMP	(L)	Variable	N/A	109,188
				<u>2,204,138</u>
Utilities System Customers Deposit				
Account -				
U. S. Treasury Notes	(R)	2.75 - 6.50%	Various	162,863
				<u>162,863</u>
Total interest-bearing deposits and investments - all funds				<u>\$ 4,195,274</u>

Certificates of Deposit, Money Market
Investment Accounts and U.S. Treasury
Notes with ---

(B) Bank One, Lafayette, Louisiana
(I) Iberia Savings Bank
(L) Louisiana Asset Management Fund
(P) Prudential Securitites
(R) Rayne State Bank

CITY OF CARENCRO, LOUISIANA

Schedule of Insurance in Force (Unaudited) November 30, 2001

Description of Coverage	Coverage Amounts
Workmen's Compensation -	Statutory
Employer's liability	\$ 100,000
Surety Bonds -	
Mr. Tommy Angelle, Mayor	50,000
Mrs. Marie LeMaire, City Clerk	50,000
Mrs. Madeline Braquet, Utility collection clerk	25,000
Mrs. Glenda Senegal, Utility collection clerk	25,000
Mrs. Delores Cormier, Utility collection clerk	25,000
Mr. Kim Sampy, Office Worker	10,000
Comprehensive General Liability -	
Bodily injury, property damage and personal injury	
Aggregate	500,000
Each occurrence	500,000
Property Damage -	
Buildings	966,100
Police Liability -	
Personal injury, liability, false arrest, etc.	
Aggregate	1,000,000
Each occurrence	500,000
Automobile Bodily Injury, Property Damage and	
Uninsured Motorists	500,000
Public Officials Liability	
Aggregate	1,000,000
Each occurrence	500,000
Fire, Extended Coverage and Vandalism -	
Municipal building and contents:	
Building	265,000
Contents	54,500
Fire and Extended Coverage -	
Water treatment plant	60,000
Contents	20,000
Utility Shed on Andre St.	38,000
Fire and Extended Coverage -	
Police station	45,000
Contents	15,000

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE:
WWW.KCSRCPAS.COM

MEMBER OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

MANAGEMENT LETTER

* A Professional Accounting Corporation

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have completed our audit of the primary government financial statements of the City of Carencro, Louisiana for the year ended November 30, 2001, and submit the following recommendations for your consideration. Items (1A-C) were also included in our management letter dated February 12, 2001 for the audit period ended November 30, 2000 and are mentioned again for re-emphasis:

- (1) Regarding the internal controls and accounting for the police department, we offer the following:
 - A. All ticket books and summons books should be issued in numerical order to ensure that all tickets and summons are accounted for.
 - B. All receipts issued should be pre-numbered.
 - C. Receipt and disbursement ledgers should be maintained at the Police Station and forwarded to City Hall on a monthly basis. The ledgers should reconcile to the amount of petty cash on hand at the Police Station. Checks will then be issued to the Police Department to reimburse all necessary expenditures and replenish petty cash.

In conclusion, we express our appreciation to you and your staff, particularly to your office staff, for the courtesies and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing our recommendations, please feel free to contact us.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
January 28, 2002

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946